

Jon M. Huntsman, Jr.

State of Utah School & Institutional Trust Lands Administration

675 East 500 South, Suite 500 Salt Lake City, UT 84102-2818 Governor 801-538-5100 Kevin S. Carter 801-355-0922 (Fax) Director www.trustlands.com

NOTICE TO OIL & GAS LESSEES

Effective October 6, 2008, all new Oil, Gas & Associated Hydrocarbons leases issued in the following area through the State of Utah School and Institutional Trust Lands Administration agency will be leased at a 16 2/3% Royalty Rate:

Township 15 North to Township 44 South and Range 7 West to Range 26 East

If you have any questions in regards to the royalty rate change, contact LaVonne Garrison, Assistant Director, Oil and Gas at (801) 538-5197.

